

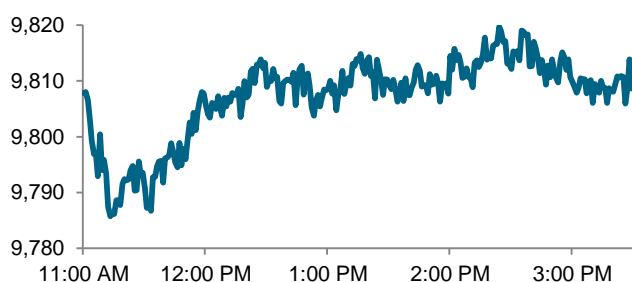
DAILY MARKETS OVERVIEW

20 MAY 2015

السعودي الفرنسي كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	9,811	0.0	0.8	17.7	20.5
Petrochemicals	6,897	-0.7	0.3	17.8	20.5
Bank & Financials	21,937	0.0	0.3	19.8	15.0
Cement	7,094	0.1	0.2	3.5	14.8
Telecom & IT	1,834	-0.7	0.6	-5.6	12.7
Building & Const.	3,832	0.0	0.8	16.0	18.6
Real Estate	8,041	-0.5	0.2	35.9	34.3
Industrial Investment	9,166	0.5	1.6	39.0	24.0
Energy & Utilities	7,496	0.8	3.1	32.7	29.9
Insurance	1,658	1.4	4.8	29.9	28.4
Agri. & Food	12,165	0.2	0.2	4.2	24.8
Retail	17,727	0.8	2.4	14.2	27.2
Transport	10,115	3.0	5.9	39.7	22.4
Hotel & Tourism	25,178	1.4	2.9	27.4	21.5
Multi-Investment	4,623	1.1	2.2	25.7	38.4
Media & Publishing	2,327	-0.2	0.6	5.7	58.4

Sources: Bloomberg and Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Co. for Hardware	123.0	9.8%	700.5
Saudi Transport and Investment Co	68.5	9.6%	126.1
Arabia Insurance Cooperative Co	15.7	5.3%	80.0
Salama Cooperative Insurance Co	30.0	4.3%	26.8
Allianz Saudi Fransi Cooperative Insurance Co	58.8	4.2%	88.9

Source: Tadawul

Upcoming General Meetings

Company	Proposed Date
Amana Cooperative Insurance	20-May-15
Arabian Shield Cooperative Insurance	21-May-15
Al Hassan Ghazi Ibrahim Shaker	21-May-15
Bawan Holding	24-May-15
Wafrah for Industry and Development	24-May-15
Gulf General Cooperative Insurance Co	25-May-15
Saudi Enaya Cooperative Insurance	26-May-15
Saudi Arabian Cooperative Insurance	31-May-15
Bupa Arabia for Cooperative Insurance	1-Jun-15

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of May 20, 2015
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI ended flat and closed at 9,811 on Tuesday. Value traded totaled SAR 7.5bn and has averaged SAR 8.6bn in the last 30 days. The five most active stocks (by value) accounted for 30.0% of the total daily value traded.
- Petrochemicals and Telecom declined 0.7% each and were among the worst performing sectors. Banks ended flat. Transport (+3.0%) was the best performing sector. Saudi Co. for Hardware (4008/SCH AB), Saudi Transport and Investment Co. (4110/SLTCO AB) and Arabia Insurance Cooperative Co. (8160/AICC AB) were the top gainers.
- Regional tension continues as Saudi Arabia-led coalition forces resume air strikes in Yemen, after a five-day ceasefire that ended on Sunday, May 18, 2015. (Source: Zawya)
- According to the governor of Saudi Arabian General Investment Authority (SAGIA), KSA has decided to invest SAR 525bn in the transport sector within the next 10 years. These funds would be used to build railway network, ports, and airports. (Source: Zawya)
- Emaar the Economic City (4220/EMAAR AB) has signed a SAR 1.0bn (USD 267mn) c.8-year Murabaha facility with Banque Saudi Fransi (1050/BSFR AB). The financing will be used to develop the land plots in the King Abdullah Economic City (KAEC). (Source: Mubasher)
- Tabuk Cement Co. (3090/TACCO AB) has signed a SAR 100mn (USD 26.7mn) 5-year Islamic credit financing agreement with Bank AlBilad (1140/ALBI AB). The purpose of the loan is to pay its share in TAQA's capital increase. (Source: Tadawul)

Coming Up

- Saudi Arabia's King Salman will open a number of medical projects of the National Guard, including a 552-bed specialist children's hospital, at the King Abdul Aziz Medical City (Riyadh) on Thursday, May 21, 2015. (Source: Arab News)
- The IPO of Arabian Contracting Services Co. will begin from June 10, 2015 and continue till June 16, 2015; once the book building process is completed. The company will offer 16.5mn shares (c.30% of capital). (Source: Tadawul)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Emaar The Economic City	16.4	-3.0%	181.1
Wataniya Insurance Co	95.5	-2.8%	86.6
Ace Arabia Cooperative Insurance Co	74.5	-2.2%	21.8
Dar Alarkan Real Estate Development Co	9.6	-1.7%	300.5
Gulf Union Cooperative Insurance Co	19.8	1.6%	15.3

Source: Tadawul

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Co. for Hardware	123.0	9.8%	700.5
Saudi Basic Industries Corp	106.8	-1.1%	484.7
Alinma Bank	24.3	0.0%	414.7
SABB Takaful	46.2	0.7%	340.0
Dar Alarkan Real Estate Development Co	9.6	-1.7%	300.5

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	4,127	1.4	1.3	9.4	9.5
Abu Dhabi (ADX)	4,637	0.5	0.1	2.4	11.7
Kuwait (KSE)	6,367	0.3	0.2	-2.6	16.8
Qatar (QE)	12,457	-0.1	-0.5	1.4	13.1
Oman (MSM)	6,385	0.1	0.4	0.7	9.2
Bahrain (BSE)	1,389	0.1	-0.2	-2.6	8.9
DJMENA Index	639	0.1	0.8	6.6	NA

Source: Bloomberg

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,128	-0.1	0.2	3.3	18.8
US (NASDAQ)	5,070	-0.2	0.4	7.1	20.5
UK (FTSE 100)	6,995	0.4	0.5	6.5	22.2
Germany (DAX)	11,853	2.2	3.5	20.9	19.1
France (CAC 40)	5,117	2.1	2.5	19.8	26.3
Russia (MICEX)	1,659	-1.1	-1.9	18.8	9.8
Japan (Nikkei)	20,026	0.7	1.5	14.8	22.8
Hong Kong (HSI)	27,694	0.4	-0.5	17.3	11.7
South Korea (KOSPI)	2,121	0.3	0.7	10.7	12.3
China (SHCOMP)	4,418	3.1	2.5	36.6	22.3
India (NIFTY)	8,366	-0.1	1.3	1.0	20.4
Brazil (IBOV)	55,499	-1.3	-3.1	11.0	33.7
Turkey (BIST 100)	88,652	Na	1.2	3.4	11.4
Egypt (EGX30)	8,878	0.9	6.9	-0.5	16.1
MSCI Emerging Markets	1,041	0.0	-0.2	8.8	14.9
MSCI World	1,804	-0.3	-0.2	5.5	19.0

Source: Bloomberg

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	64.0	-3.4	-4.2	3.1	-38.2
Natural Gas (\$/mmbtu)	2.9	-2.1	-2.3	-0.2	-28.2
Gold (\$/oz)	1,207.8	-1.4	-1.3	1.9	-6.7
Silver (\$/oz)	17.1	-3.4	-2.1	9.1	-11.8
Platinum (\$/oz)	1,150.6	-2.2	-1.5	-4.8	-21.5
Copper (\$/t)	6,210.0	-2.5	-3.2	-2.5	-10.4
Zinc (\$/t)	2,222.0	-2.6	-2.9	2.5	7.1
Lead (\$/mt)	1,936.0	-1.2	-1.3	4.5	-8.4
Wheat (\$/bu)	510.3	-2.2	-0.1	-14.6	-28.9
Corn (\$/bu)	362.0	-1.6	-1.0	-12.2	-26.5
Sugar (\$/lb)	12.9	0.6	-0.2	-15.7	-32.8

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	0.28	0.00	0.02	0.00
Saudi Arabia	0.78	0.00	-0.08	0.50
UAE	0.74	0.00	0.06	0.46
Kuwait	1.25	0.00	0.19	0.97
Qatar	1.12	0.01	0.06	0.84
Bahrain	0.70	0.00	NA	0.42

Source: Bloomberg

NOTES: (1) Prices updated as of May 20, 2015
(2) WTD: Week to Date and YTD: Year to Date
(3) *Spread over 3-month USD LIBOR

GCC & Global Markets Update

- The US markets ended in mixed on Tuesday. The S&P 500 and the Dow Jones Industrial Average ended almost flat while the NASDAQ closed 0.2% lower. In Europe, the UK gained 0.4% while Germany advanced 2.2%. France closed 2.1% higher.
- Asian markets opened mostly in the green this morning. Japan advanced 0.7% to trade near a new 15-year high. Hong Kong fell 0.3% while South Korea rose 0.6%. China is up 1.3% while India opened 0.7% higher in early trade.
- All of the GCC markets [except Qatar (down 0.1%)] ended in the green on Tuesday. Dubai (+1.4%) was the best performing market followed by Abu Dhabi (+0.5%). Kuwait gained 0.3% while Bahrain and Oman ended almost flat.
- The US Housing Starts improved to an annual rate of 1.135mn in April [consensus: 1.029mn, March: 0.946mn (revised)] while Permits rose to 1.143mn [consensus: 1.070mn, March: 1.038mn (revised)], surpassing market expectations. (Source: Econoday)
- Japan's 1Q 2015 GDP grew +0.6% QoQ (+1.4% YoY) surpassing market expectations (Consensus: +0.4% QoQ, 4Q 2014: revised down to +0.3% QoQ from +0.4% QoQ). (Source: Econoday)
- Abu Dhabi National Oil Co. (ADNOC) will spend more than USD 100bn in the next four years to increase its oil production capacity and expand oil & gas facilities. Management has also stated that ADNOC is "on track" to hit its target of raising oil production capacity to c.3.5mn barrels per day (bpd) by 2017. (Source: Trade Arabia)
- Oman-based Al Omaniya Financial Services has confirmed its interest to participate in an M&A bidding process with United Finance Co. The announcement comes a day after Bank Nizwa (BKNZ OM) withdrew its application for merger. (Source: Zawya)
- Emirates NBD (EMIRATES DB) and private equity firm Abraaj Group are reportedly planning for a potential IPO of the credit-card processing unit - Network International. The share sale is expected to take place in 4Q 2015/early 2016. (Source: Arabian Business)
- The UAE-based National Bank of Ras Al Khaimah (RAKBANK UH) has made a public offer to buy shares in Ras Al Khaimah National Insurance Co. (RAKNIC UH). RAKBANK is looking to buy all or some of the shares of the insurance company at AED 3.64 per share (CMP: AED 3.60/share). (Source: Zawya)
- Kuwait-based telecom major Mobile Telecommunications Co. (ZAIN KK) aims to sell 25% stake in Zain Iraq after listing in the Iraq Stock exchange (ISX). A new company is formed - Alkhatem (c.76% stake held by Zain Kuwait) - to hold 100% of Zain Iraq's shares and has received regulatory approval to list in the ISX. (Source: Zawya)

Coming Up

- The IPO of Oman-based Phoenix Power Co. SAOG is currently ongoing and will continue until June 8, 2015. The company is offering 512mn existing shares (c.35% of share capital) at a price of OMR 0.11 per share. (Source: Arab News)
- The US PMI Manufacturing Index (flash) for the month of May (consensus: 54.6, prior: 54.2), Leading Indicators for April (consensus: +0.3% MoM; prior: +0.2% MoM) and Existing Home Sales for April (consensus: 5.22mn, prior: 5.19mn) will be released on Thursday, May 21, 2015. (Source: Econoday)

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